

Message Text

CONFIDENTIAL

PAGE 01 STATE 107281
ORIGIN ARA-14

INFO OCT-01 ISO-00 SS-15 NSC-05 EB-08 TRSE-00 AID-05
COME-00 OMB-01 CPR-01 L-03 SP-02 INR-10 /065 R

DRAFTED BY ARA/AND/P:DKEMP
APPROVED BY ARA:JBUSHNELL
ARA/ECP:KWEIDEMANN

-----064587 270245Z /62

P 270016Z APR 78
FM SECSTATE WASHDC
TO AMEMBASSY LIMA PRIORITY

C O N F I D E N T I A L STATE 107281

E.O. 11652:GDS

TAGS: ECON, OVIP, PE

SUBJECT: PERUVIAN AMBASSADOR SEES DEPUTY ASSISTANT
SECRETARY

1. BEGIN SUMMARY: IN A MEETING WITH DAS BUSHNELL,
PERUVIAN AMBASSADOR GARCIA BEDOYA STATED THAT GOP HAS
DECIDED ON NEW ECONOMIC MEASURES AND WISHES TO ARRANGE A
MEETING BETWEEN SECRETARY VANCE AND FORMIN DE LA PUENTE
WITHIN A WEEK TO DISCUSS THEIR POLITICAL RAMIFICATIONS.
BUSHNELL, WHILE RECOMMENDING A LATER MEETING AFTER U.S.
HAS HAD TIME TO EXAMINE THE MEASURES, AGREED TO TRY TO
ARRANGE A MEETING FOR MAY 2 OR 3. END SUMMARY.

2. DAS BUSHNELL MET WITH PERUVIAN AMBASSADOR GARCIA
BEDOYA ON APRIL 26 AND AMBASSADOR INFORMED HIM THAT
COUNCIL OF MINISTERS HAS ADOPTED AN ECONOMIC STABILIZATION
PROGRAM (THE CONTENTS OF WHICH WERE NOT YET KNOWN TO GB),
THAT A TECHNICAL MISSION IS EXPECTED IN WASHINGTON TODAY
(APRIL 26) TO DISCUSS THE PROGRAM WITH THE IMF, THAT
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 107281

FINANCE MINISTER SAENZ WILL ARRIVE HERE FROM MEXICO ON
MAY 1 AND FOREIGN MINISTER DE LA PUENTE IS ANXIOUS TO
COME TO WASHINGTON FOR A MEETING WITH THE SECRETARY AND
COULD BE HERE AS EARLY AS APRIL 28.

3. BUSHNELL RESPONDED THAT PROJECTED SCHEDULE APPEARED
VERY TIGHT. IT WOULD NOT PERMIT SUFFICIENT TIME TO

RECEIVE AND STUDY THE NEW MEASURES, OBTAIN THE IMF REACTION AND PREPARE FOR A CONSIDERED RESPONSE BY THE SECRETARY. HE RECOMMENDED A PERUVIAN TECHNICAL TEAM BEGIN DISCUSSIONS IMMEDIATELY WITH THE IMF AND ALSO INITIATE TALKS WITH WORKING LEVELS AT STATE AND TREASURY AND SUGGESTED THAT IT WOULD BE BEST FOR SECRETARY VANCE TO MEET WITH FORMIN DE LA PUENTE ON MAY 8 OR 9, FOLLOWING THE SECRETARY'S RETURN FROM MEXICO. THIS WOULD ALSO ALLOW TIME FOR A PRIOR MEETING BETWEEN FINANCE MINISTER SAENZ AND SECRETARY BLUMENTHAL, EITHER IN MEXICO OR WASHINGTON. BUSHNELL, IN NOTING THE SECRETARY'S CROWDED SCHEDULE PRIOR TO HIS DEPARTURE FOR MEXICO, SUGGESTED THAT A MEETING WITH DEPUTY SECRETARY CHRISTOPHER MIGHT BE ARRANGED LATER NEXT WEEK IF THE PERUVIANS CONSIDERED EARLY CONVERSATIONS IMPERATIVE. GB THOUGHT THE FORMIN WOULD MAKE THE TRIP ONLY TO MEET WITH THE SECRETARY, HIMSELF.

4. GARCIA BEDOYA CLAIMED THAT THE GOP WOULD NOT EXPECT TO OBTAIN FULL USG SUPPORT FOR ITS NEW ECONOMIC PROGRAM AT AN EARLY MEETING WITH THE SECRETARY, BUT DE LA PUENTE SOUGHT AN OPPORTUNITY TO EXPLAIN THE MEASURES, AND DISCUSS THEM IN THE BROADER POLITICAL SENSE.

5. DAS BUSHNELL REPLIED IN THAT CASE WE WOULD DO EVERYTHING POSSIBLE TO ARRANGE A MEETING WITH THE SECRETARY FOR MAY 2 OR 3 AND TECHNICAL PEOPLE COULD MEET CONCURRENTLY.

CONFIDENTIAL

PAGE 03 STATE 107281

RECENTLY DURING THE PERIOD. BUSHNELL PROMISED TO CONSULT TREASURY ABOUT A POSSIBLE SAENZ-BLUMENTHAL MEETING IN MEXICO OR ONE HERE IN WASHINGTON NEXT WEEK.

6. BUSHNELL REMARKED THAT LATEST INFORMATION CONTAINED NEWS OF A DISTURBING INCREASE IN PERUVIAN GOVERNMENT EXPENDITURES DURING THE FIRST MONTH OF THIS YEAR. HE ALSO TOLD THE AMBASSADOR THAT SECRETARY VANCE WOULD DISCUSS MILITARY EXPENDITURES WITH DE LA PUENTE. IN CLOSING BUSHNELL REITERATED THAT WE ARE TRYING TO BE SUPPORTIVE OF PERU. IN THIS REGARD WE HAVE DISCUSSED THE PERUVIAN SITUATION WITH THE COMPTROLLER OF THE CURRENCY AND ARE PLEASED THAT HE WILL PROBABLY NOT TAKE A NEGATIVE STANCE WITH PERU, AT LEAST FOR THE PRESENT. VANCE

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AMBASSADORS, PLANNING MEETINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 27 apr 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978STATE107281
Document Source: CORE
Document Unique ID: 00
Drafter: DKEMP
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D780179-0658
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t1978049/aaaaahej.tel
Line Count: 108
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 8e03eeb5-c288-dd11-92da-001cc4696bcc
Office: ORIGIN ARA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 25 jul 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3066699
Secure: OPEN
Status: NATIVE
Subject: PERUVIAN AMBASSADOR SEES DEPUTY ASSISTANT SECRETARY
TAGS: ECON, OVIP, PE, (VANCE, CYRUS R), (DE LA PUENTE RADBILL, JOSE)
To: LIMA
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/8e03eeb5-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014